

FISCAL YEAR 2012 EXECUTIVE BUDGET

Mayor Philip A. Amicone

April 15, 2011 Briefing for the Yonkers City Council

Impact of Late NYS Budget

\$54.7 million total cut in NYS 2011-12 Budget

- **\$23.3 million cut in municipal funding this year**
- **\$31.4 million cut in education funding this year**

...*ON TOP* of cuts two years ago (\$41 million)

Budget Overview

- **FY 2012 Executive Budget = \$918.2 million**
 - \$24 million increase (2.7%) over FY 2012 attributed to:
 - Mandated costs (pension, health, water, etc.)
 - Restoration of some positions
- **City Operations = \$434.8.3 million (47% of budget)**
 - \$22 million increase (5.4%) over FY 2011
- **Board of Education = \$483.4 million (53% of budget)**
 - \$4.1 million increase (0.4%) over FY 2011
 - City's contribution = \$218.8 million (restoring cut from 2011)
 - 63% increase in city's local school funding over 8 years
- **No capital program proposed at this time**

Fiscal Year 2012 Executive Budget

Closing the Municipal Gap

Closing the Municipal Gap

Where we started...

\$23.3 million loss of state funding

- \$20 million one-shot**

- \$3.3 AIM cut**

Increases in mandated costs

- \$10 million in pension and health costs**

- \$2 million in water costs**

= \$35 million gap

Closing the Projected City Deficit

\$35m CITY DEFICIT

-\$4.5m Advance on PILOT payments

\$30.5m

-\$3.2m Apply Fund Balance

\$27.3m

-\$1.5m Sale of Post & Walnut Property

\$25.8m

-\$1.3m Savings From 19 Vacant Positions

\$24.5m

-\$10m Bonding Certioraris

\$14.5m

-\$14.5m 4.81% Property Tax Increase

\$0

Fiscal Year 2012 Executive Budget

Revenues

Budget Summary: Revenues

Revenue Projected in FY2012

- Mortgage tax 10% below FY2011**
- Real estate transfer tax 12% below FY2011**
- Sales tax 1.4% increase over FY2011**
 - \$2 million included for Ridge Hill Phase I**
- Income tax increase \$6 million over FY2011**
 - Full year of 15% surcharge**
 - This is NOT a new rate increase**
- \$4 million for red light cameras**

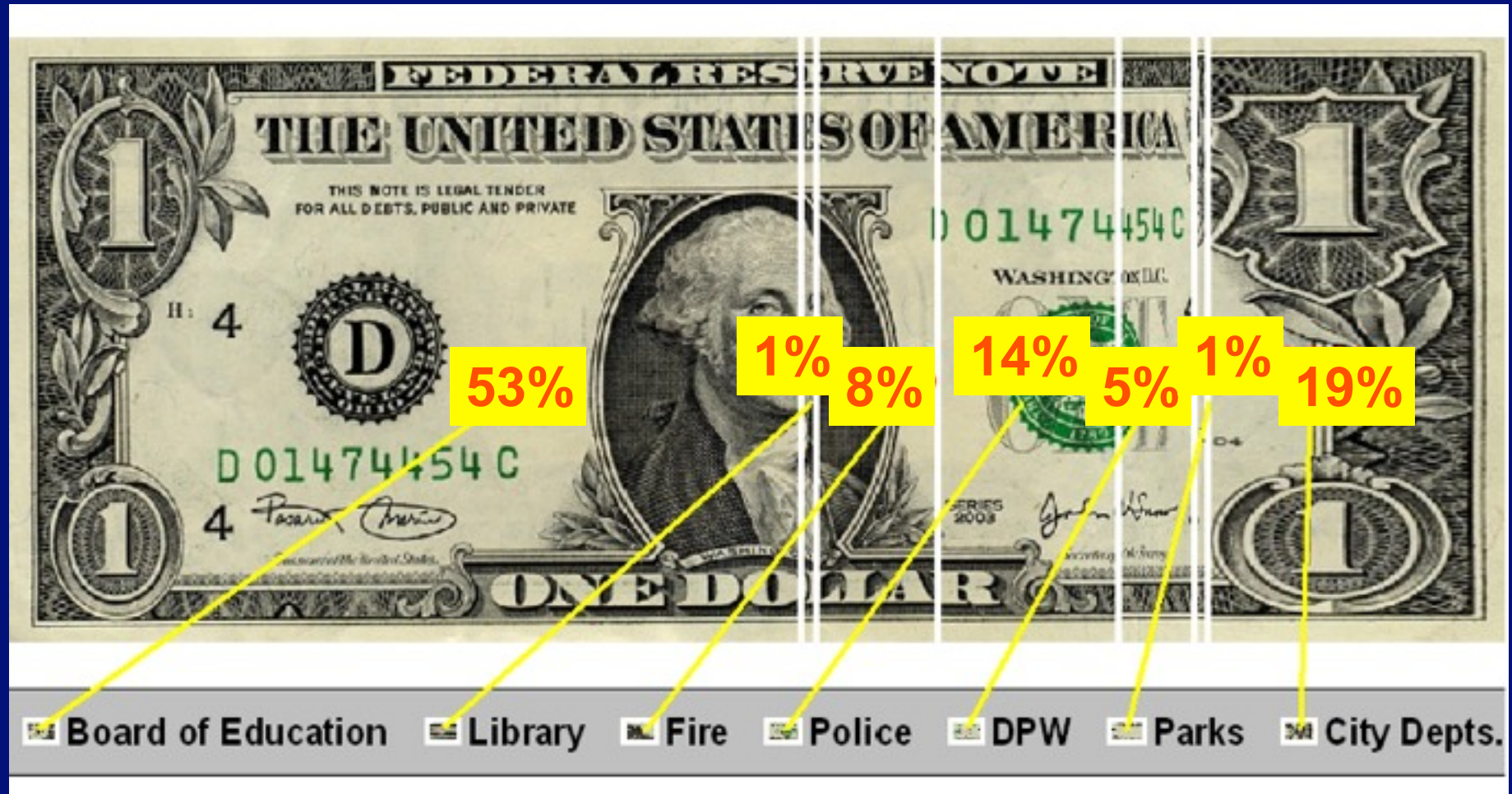
Budget Highlights: Revenues

- Certioraris continue to lower property tax levy
\$7.25 million lost
 - 1.5% property tax incr. would be needed to get “back to even”
- Proposing 4.81% property tax increase
 - Average of \$367 per homeowner
- Water & Sewer rates increased (NYC water rates)
 - Average combined increase of \$50 per year

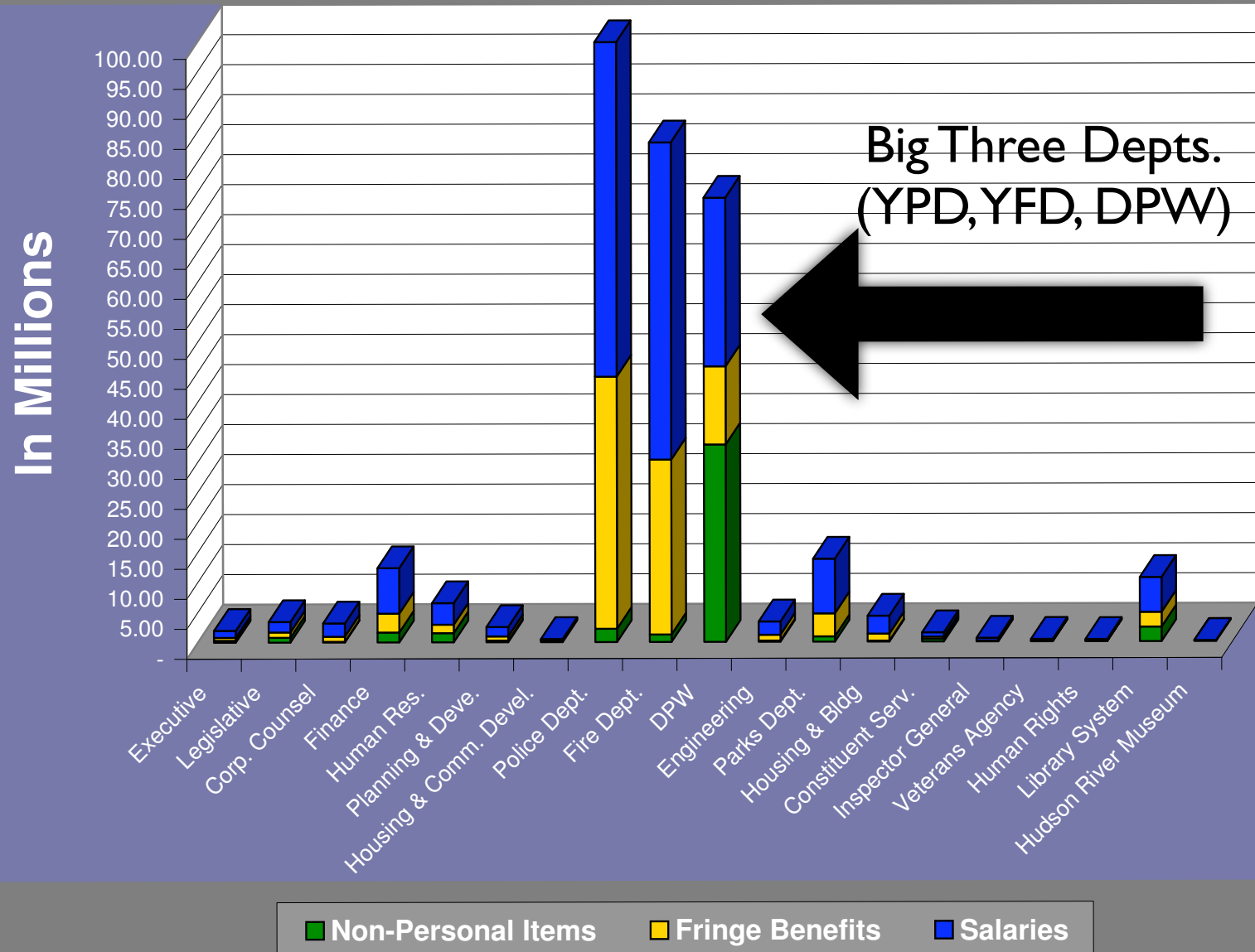
*Budget Highlights: **Spending***

- Total spending increase of 2.7%
 - Mandated costs (health, pension, water)
 - Restoring some positions (police & fire)
- Holds line on discretionary spending
- 19 vacant positions eliminated (\$1.3 million savings)
- 2011 class of 36 police officers made permanent
 - Net increase of 23 police positions
- \$1.4 million of SAFER grant used to hire 16 firefighters
 - Net increase of 10 firefighter positions
- Smallest proposed workforce since 1997
- Veterans Affairs position added
- \$120,000 restoration to Yonkers Youth Federation
- No salary increases

Budget Basics: Your Tax Dollar



City of Yonkers Departmental Budget FY2012





Proposed Budget Presentation 2011-2012 School Year

Bernard P. Pierorazio
Superintendent of Schools
Yonkers Public Schools

April 13, 2011

Where We Started

2011-2012 Projected Budget Gap: \$87,772,873

Increases in Expenses

ARRA (grants)

Edujobs

IDEA

Title I & Title II

SIG/Education

4,410,077

4,239,749

4,557,660

4,069,211

17,276,697

Contractual Salary

9,162,087

ERS – Consolidated

3,139,087

TRS – Consolidated

9,575,051

Health – Consolidated

7,773,625

Other Fringe – Consolidated

1,125,618

Transportation

6,769,473

Utilities

2,384,912

Debt Service

498,967

40,428,819

Decreases in Revenue

ARRA (Stabilization Funds)

8,123,590

Drop in State Funding

17,556,742

Various Other Decreases

4,387,025

30,067,357

Estimated Budget Shortfall

87,772,873

Where We Are Eliminating the Gap

Original Gap

87,772,873

NYS restoration of GEA	(4,735,355)	
Various revenue decreases	193,697	
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		(4,541,658)
Other CO reductions	(170,440)	
Salary-related items	(2,201,036)	
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		(2,371,476)

Net Gap

80,859,739

Additional Measures

Expand transportation to two mile limit	(2,121,077)	
Eliminate bus monitors (232)	(1,865,085)	
Change start time at three schools	(3,526,538)	
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		(7,512,701)
Additional COY funding		(1,000,000)
Loss of Universal PreK aid		4,269,388
Eliminate all interscholastic sports/extracurriculars		3,472,141
Additional fund balance/deficit spending		(30,772,055)

Gap before FT staff reductions

42,372,230

Full-Time Staff Reductions Impacting Programs and People

Gap before FT staff reductions	42,372,230
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Programmatic

Elimination of PreK	(10,769,233)
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(86 Teachers & 68 School Aides)

Shift to half-day Kindergarten (55 Teachers)	<u>(6,053,629)</u>
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(16,822,862)

Layoffs

Certified (199 Staff Members)	(21,943,285)
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Non-certified (68 Staff Members)	<u>(3,606,083)</u>
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(25,549,368)

Remaining Gap:	0
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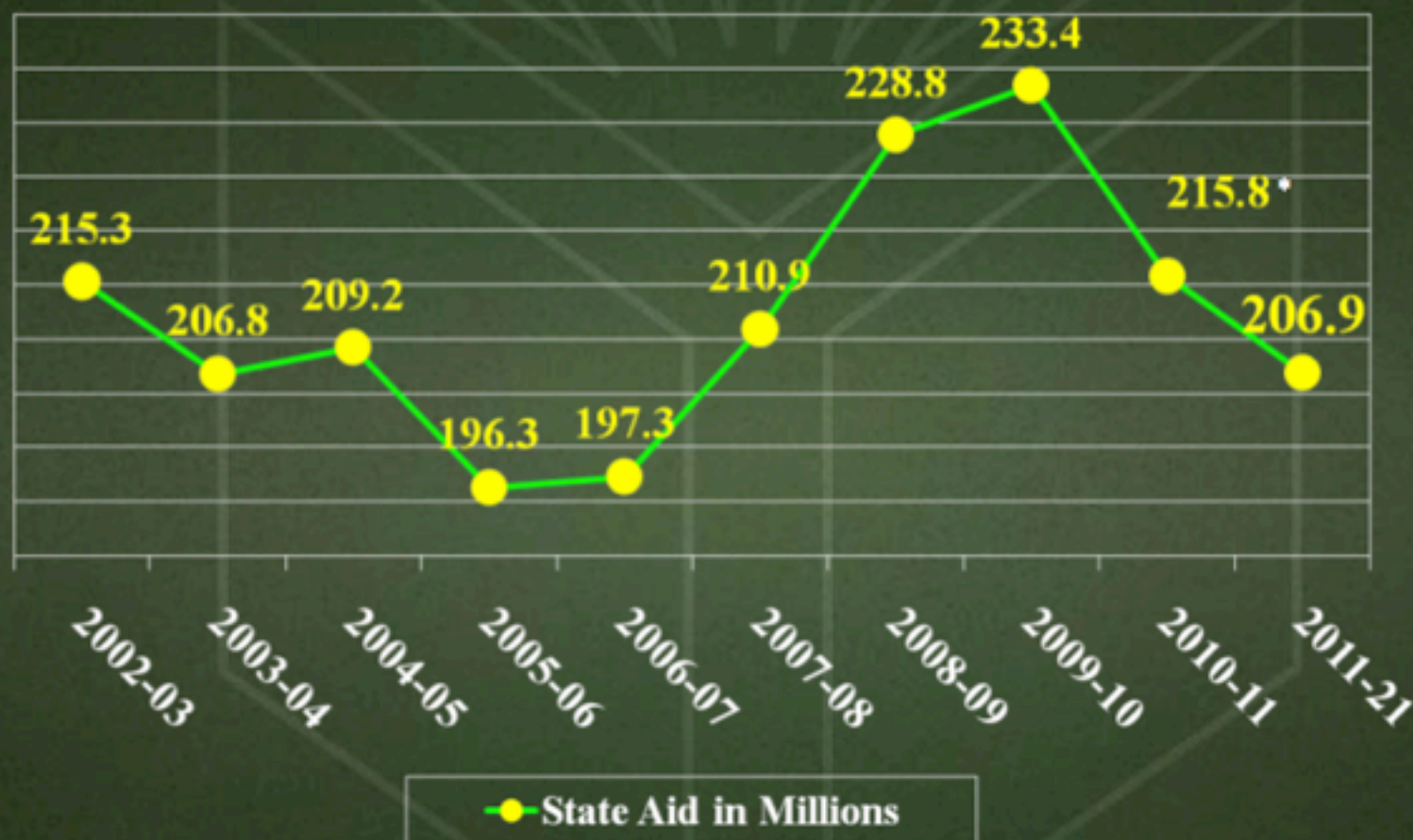
Yonkers Board of Education Consolidated Adopted Budget

Year	Consolidated Budget	Percent Change
2005/06	\$404,800,000	9.76%
2006/07	\$434,600,000	7.36%
2007/08	\$459,726,704	5.78%
2008/09*	\$483,124,344	5.09%
2009/10**	\$487,051,292	0.81%
2010/11	\$484,148,497	-0.60%
2011/12	\$486,125,465	0.41%

**Reflects the \$1 million give back to COY

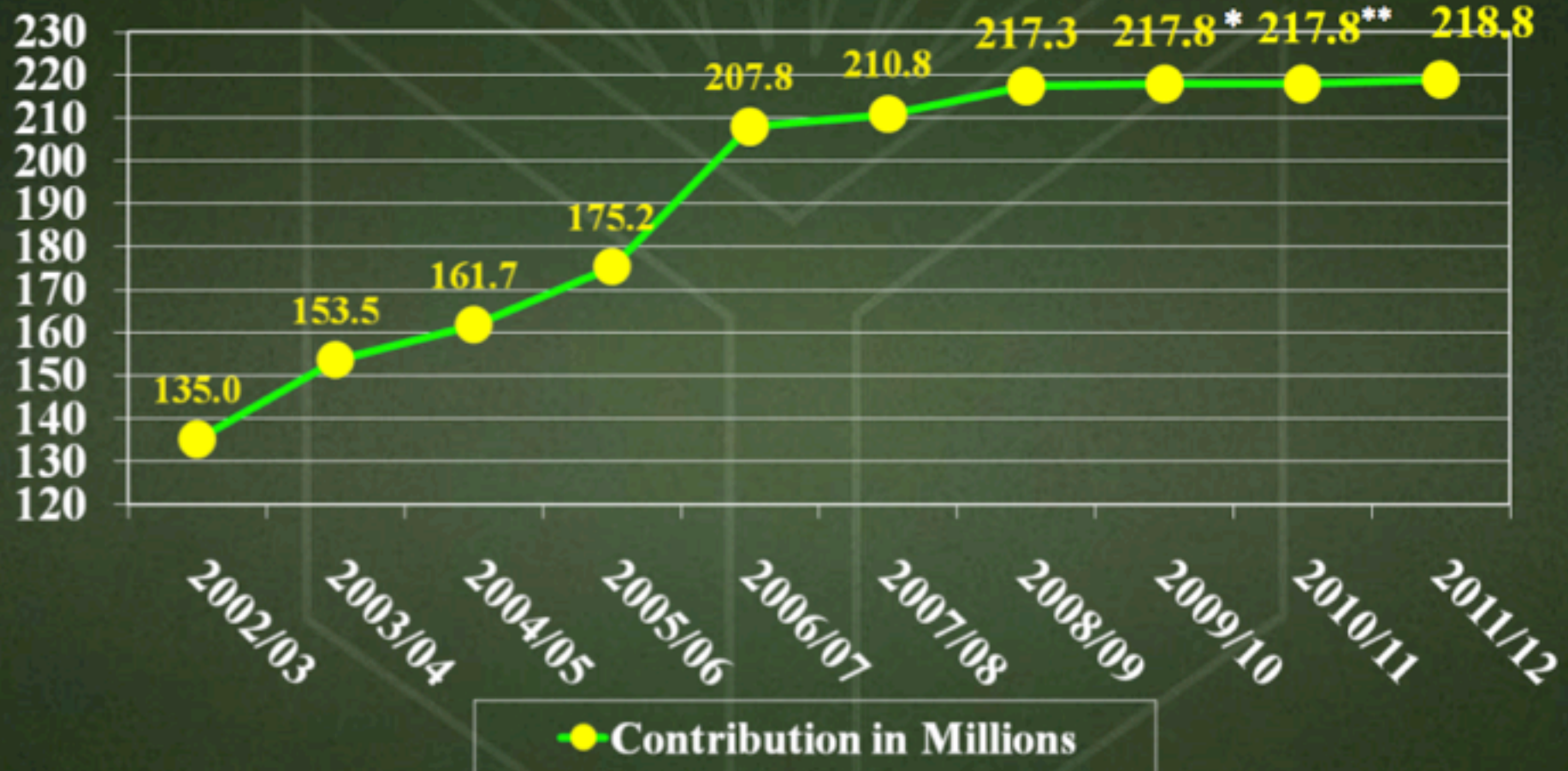
History of State Aid

Increases Deferred and Catastrophic Cuts



*Does not include \$15.8 million of Chapter I State Aid advance

History of Yonkers City Contributions

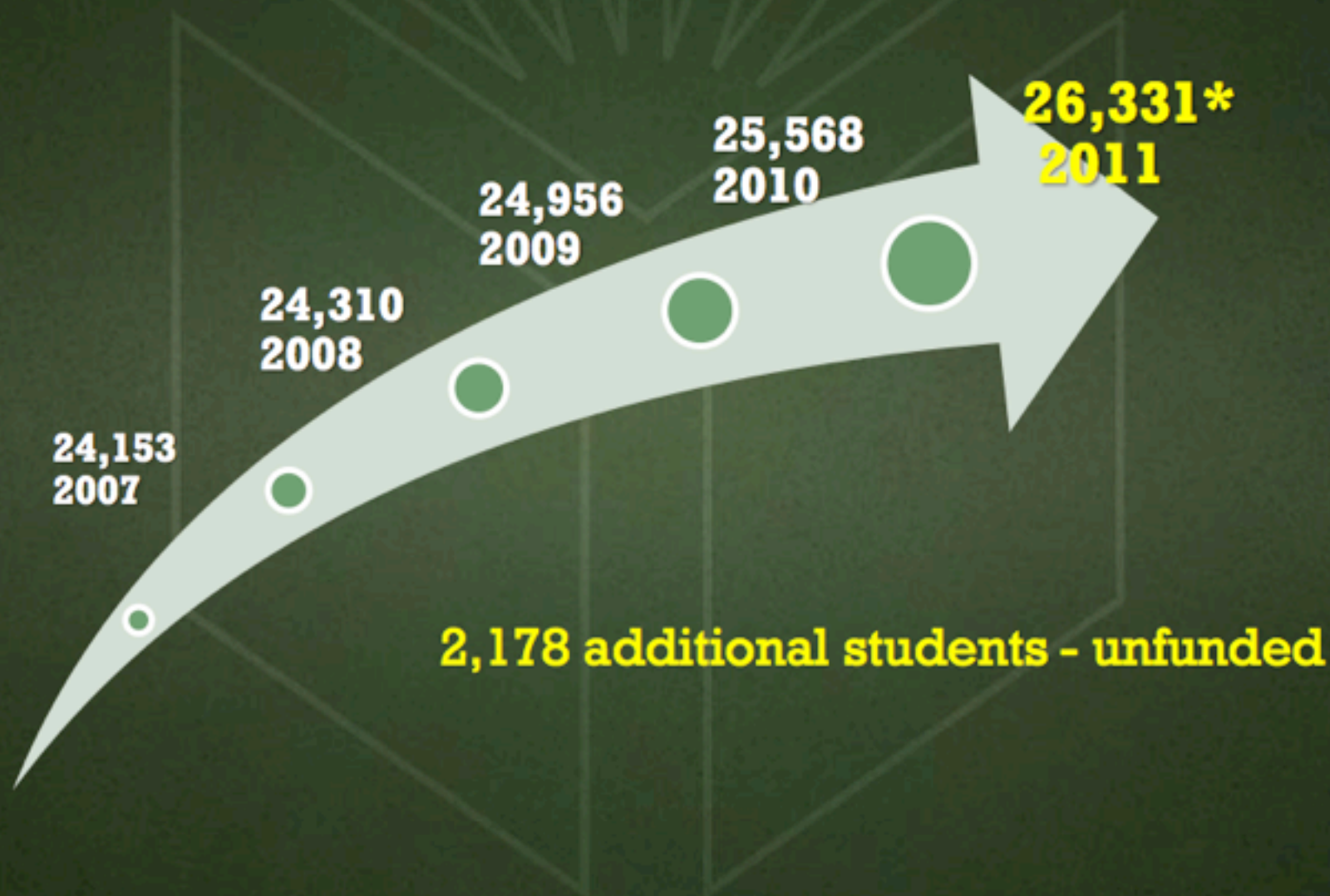


*Reflects \$1.5 million voluntary reduction in City contribution

** Reflects \$1 million voluntary reduction in City contribution

Enrollment Growth

Frozen Foundation Aid - No Reimbursement for Growth



Options to Close \$42 Million School Deficit

Budget Timetable

- City Council's Budget Committee will conduct public meetings and hearings over next six weeks
 - Departmental budget presentations
 - Opportunities for public input
- City Charter requires City Council to adopt final budget by June 1
- FY 2012 Budget will take effect July 1

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